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**UNITED STATES BANKRUPTCY COURT
 DISTRICT OF NEVADA**

In re:
 USA COMMERCIAL MORTGAGE COMPANY,
 Debtor.

In re:
 USA CAPITAL REALTY ADVISORS, LLC,
 Debtor.

In re:
 USA CAPITAL DIVERSIFIED TRUST DEED FUND, LLC,
 Debtor.

In re:
 USA CAPITAL FIRST TRUST DEED FUND, LLC,
 Debtor.

In re:
 USA SECURITIES, LLC,
 Debtor.

Affects:
☒ All Debtors
☐ USA Commercial Mortgage Company
☐ USA Capital Realty Advisors, LLC
☐ USA Capital Diversified Trust Deed Fund, LLC
☐ USA Capital First Trust Deed Fund, LLC
☐ USA Securities, LLC

Case No. BK-S-06-10725 LBR
 Case No. BK-S-06-10726 LBR
 Case No. BK-S-06-10727 LBR
 Case No. BK-S-06-10728 LBR
 Case No. BK-S-06-10729 LBR

Chapter 11

**Jointly Administered Under
 Case No. BK-S-06-10725 LBR**

**STATUS AND AGENDA FOR
 AUGUST 31, 2006 HEARINGS**

Date: August 31, 2006
 Time: 9:30 a.m.

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1 1. **Motion For Relief From The Automatic Stay To Terminate Loan Servicing**
 2 **Agreement For Direct Loan To Boise/Gowan, LLC** (Affects USA Commercial Mortgage) filed
 3 by Laurel Davis on behalf of Scott K. Canepa (the “Boise/Gowan Lift Stay Motion”). The
 4 Boise/Gowan Lift Stay Motion has been continued to this date and seeks relief from the automatic
 5 stay to change the loan servicing agent and terminate the Loan Servicing Agreement as to the
 6 Boise/Gowan loan.

7 Opposition Filed By:	Date	Docket No.
8 USA Commercial Mortgage	June 2, 2006	468
9 Donna Cangelosi	June 5, 2006	503
10 Official Committee of 11 Unsecured Creditors of USA 12 Commercial Mortgage (Omnibus Response)	June 9, 2006	566
13 Scott K. Canepa (Reply)	June 13, 2006	632
14 Boise/Gowan LLC (Declaration in Opposition)	July 24, 2006	961
15 Official Committee of Equity 16 Security Holders of USA 17 Capital First Trust Deed Fund, LLC (Joinder in Opposition)	July 28, 2006	1037

18
 19 2. **Debtors’ Motion To Distribute Funds And To Grant Ordinary-Course**
 20 **Releases And Distribute Proceeds (Affects USA Commercial Mortgage, USA Capital**
 21 **Diversified Trust Deed Fund, And USA Capital First Trust Deed Fund)** (the “Distribute
 22 Funds Motion”) filed by Debtors. In this Motion, the moving Debtors request an order authorizing
 23 USA Commercial Mortgage Company (“USA”) to distribute certain funds held in USA’s
 24 collection account to direct lenders, and authorizing USA Capital Diversified Trust Deed Fund,
 25 LLC and USA Capital First Trust Deed Fund, LLC to further distribute certain funds to their
 26 respective fund members. USA seeks permission to distribute promptly to Direct Lenders a
 27 substantial portion of the funds currently held in the Collection Account. A **Debtor’s**
 28 **Modification to Motion to Distribute Funds And To Grant Ordinary-Course Releases And**

Distribute Proceeds was filed on August 29, 2006 (See, Docket No. 1203). An Order (A) Granting (i) Debtors' Motion To Distribute Funds; (ii) Debtors' Hold Funds Motion And (B) Denying (i) The Lift Stay motion And (ii) McKnight Motion (Affects USA Commercial Mortgage, USA Capital Diversified Trust Deed Fund, And USA Capital First Trust Deed Fund, was entered on August 24, 2006.

Opposition Filed By:	Date	Docket No.
Stanley Alexander, et al. (Partial Opposition)	July 19, 2006	905
Boise Gowan (Response)	July 21, 2006	936
Kantor Group (Limited Objection)	July 27, 2006	985
JV Direct Lenders (Partial Opposition)	July 27, 2006	986
Official Committee of Equity Security Holders of USA Capital Diversified Trust Deed Fund, LLC (Limited Opposition)	July 27, 2006	987
Prospect High Income Fund	July 27, 2006	991
Official Committee of Unsecured Creditors for USA Commercial Mortgage (Response)	July 27, 2006	995
Norman Kiven (Response)	July 27, 2006	999
Official Committee of Equity Security Holders of USA Capital First Trust Deed Fund, LLC (Response)	July 27, 2006	1000
Mantas Group (Joinder in Alexander Opposition)	July 27, 2006	1001
U.S. Trustee (Limited Opposition)	July 27, 2006	1005
Official Committee of Holders of Executory Contract Rights through USA Commercial Mortgage Company	July 28, 2006	1042
Canepa Group (Joinder in Limited Opposition)	July 28, 2006	1044

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1	Official Committee of Equity	August 2, 2006	1084
2	Security Holders of USA		
3	Capital First Trust Deed Fund,		
	LLC		
	(Omnibus Reply to Responses)		
4	Official Committee of Equity	August 2, 2006	1088
5	Security Holders of USA		
6	Capital Diversified Trust Deed		
7	Fund, LLC		
	(Motion to Strike First Trust		
	Deed Fund's Sur-Reply)		
8	McKnight 2000 Family Trust	August 3, 2006	1100
9	and Richard McKnight SEP-		
	IRA		
	<u>Reply Filed By:</u>	<u>Date</u>	<u>Docket No.</u>
10	Debtors	August 2, 2006	1090
11	(Declaration of Thomas J.		
12	Allison In Support of Motions		
13	To Be Heard On August 4,		
	2006)		
14	Debtors	August 2, 2006	1092

15 3. **Motion For Order Approving Continued Use Of Cash Through October 29,**
 16 **2006 Pursuant To Second Revised Budget (Affects All Debtors)** (the "Continued Cash
 17 Motion") filed by Debtors. The Continued Cash Motion requests that the Court enter an order
 18 approving the Debtors' continued use of cash through the week ending October 29, 2006. An
 19 order granting this Motion has been circulated among counsel and will be lodged with the Court.

20	Opposition Filed By:	Date	Docket No.
21	Official Committee of Equity	July 27, 2006	988
22	Security Holders of USA		
23	Capital Diversified Trust Deed		
24	Fund, LLC		
25	and		
26	Official Committee of Equity		
	Security Holders of USA		
	Capital First Trust Deed Fund,		
	LLC		
	(JOINT OPPOSITION)		
27	Official Committee of	July 27, 2006	992
28	Unsecured Creditors for USA		
	Commercial Mortgage		
	(LIMITED OPPOSITION)		

Official Committee of Holders of Executory Contract Rights through USA Commercial Mortgage Company	July 27, 2006	997
<u>Reply Filed By:</u>	<u>Date</u>	<u>Docket No.</u>
Debtors (Declaration of Thomas J. Allison In Support of Motions To Be Heard On August 4, 2006)	August 2, 2006	1090
Debtors	August 2, 2006	1091

4. **Motion For Payment of Proceeds of Notes Secured By Deeds of Trust Without Reduction For Netting** (the "Payment of Proceeds Motion") filed by Nancy Allf on behalf of Florence Alexander, Stanley Alexander, Stanley Alexander Trust, Charma Block, Jerome Block, Mark R. Campbell, Church of the Movement of Spiritual Inner Awareness, James Cielen, James R. Cielen, IRA, Patrick Davis, Susan Davis, Norma Deull, James Dickinson, First Savings Bank, Custodian For Patrick Davis IRA, Nancy Golden, Robin B. Graham, Graham Family Trust Dated 10/26/78, Jayem Family Ltd Partnership, Sharon Juno, Jeff Karr, Phyllis Karr, Martin Leaf, Pamela Marton, Marilyn Molitch, Molitch 97 Trust, Matthew Moltich, Mark Olds, Sally Olds, Frances Phillips, Stephen Phillips, Phillips Family Trust Dated October 24, 2989, Hans J. Prakelt, Crosbie B. Ronning, Grable L. Ronning, Spectrum Capital, LLC, Carole Talan, The Bosworth 1988 Family Trust, The Wild Water Limited Partnership, Claudia Voss, Wolf Voss, Voss Family Trust, Richard Williams. The Payment of Proceeds Motion requests that the Court enter an order that Debtor pay distributions to Movants as called for in the Servicing Agreement without reduction for netting.

Opposition Filed By:	Date	Docket No.
Official Committee of Equity Security Holders of USA Capital First Trust Deed Fund, LLC	August 16, 2006	1160
The Kantor Group	August 18, 2006	1162
Debtors (Response)	August 18, 2006	1168

Official Committee of Unsecured Creditors for USA Commercial Mortgage	August 28, 2006	1186
<u>Reply Filed By:</u>	<u>Date</u>	<u>Docket No.</u>
Stanley Alexander, et al.	August 28, 2006	1196

5. **Omnibus Objection of the Official Committee of Equity Security Holders of USA Capital First Trust Deed Fund, LLC To Misfiled Claims (Affects Debtor USA Capital First Trust Deed Fund, LLC And Claimants Melanie Cowan, Ross Deller, Brenda Falvai, Frieda Moon, Edward J. And Darlene A. Quinn, And Sharon C. Van Ert)** (the “Claim Objection”) filed by Shlomo S. Sherman on behalf of Official Committee of Equity Security Holders of USA Capital First Trust Deed Fund, LLC. The USA Capital First Trust Deed Fund, LLC Committee objects to the proofs of claim referenced in the Claim Objection on the grounds that they have been erroneously filed against USA Capital First Trust Deed Fund, LLC.

Opposition Filed By:	Date	Docket No.
n/a		

6. **Omnibus Objection of the Official Committee of Equity Security Holders of USA Capital First Trust Deed Fund, LLC To Claims Based on Prepetition Equity Security Interests of USA Capital First Trust Deed Fund, LLC (Affects Debtor USA Capital First Trust Deed Fund, LLC And Claimants Concetta Carnicelli, Joseph Grgurich; Frieda Moon, Louie and Charlotte Polanco, Rocco J. Rocco, Margaret Valli, Sharon C. Van Ert, And Heinrich Richard And Brigitte S. Weber)** (the “Claim Objection”) filed by Shlomo S. Sherman on behalf of Official Committee of Equity Security Holders of USA Capital First Trust Deed Fund, LLC. The USA Capital First Trust Deed Fund, LLC Committee objects to the proofs of claim referenced in the Claim Objection on the grounds that they do not reflect “claims” against USA Capital First Trust Deed Fund, LLC as that term is defined in Bankruptcy Code section 101(5).

Opposition Filed By:	Date	Docket No.
n/a		

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7. **Objection of the Official Committee of Equity Security Holders of USA Capital First Trust Deed Fund, LLC To Proof of Claim Filed By Prospect High Income Funds, ML CBOIV (CAYMAN) Ltd, Pamco Cayman, Ltd., Pam Capital Funding, L.P., Highland Crusader Fund, Ltd., And PCMG Trading Partners XXIII, L.P. (Affects Debtor USA Capital First Trust Deed Fund, LLC)** (the “Claim Objection”) filed by Shlomo S. Sherman on behalf of Official Committee of Equity Security Holders of USA Capital First Trust Deed Fund, LLC. The USA Capital First Trust Deed Fund, LLC Committee objects to and seeks disallowance of claim number 16 on the grounds that the claim is based on a lawsuit against USA Capital Diversified Trust Deed Fund, LLC and that, accordingly, the FTDF has no liability on account of such claim. A Stipulation and Order Continuing Hearing on Objection of the Official Committee of Equity Security Holders of USA Capital First Trust Deed Fund, LL to Proof of Claim Filed by Prospect High Income Fund, ML CBOIV was entered on August 29, 2006 rescheduling this hearing to October 30, 2006 at 9:30 a.m.

8. **Scheduling Conference re Complaint**, in adversary 06-1146 LBR., USA Commercial Mortgage Company v. Wells Fargo Bank, N.A., and James Feeney.

9. **Objection To Stipulated Order Extending The Debtors’ Exclusive Period To File A Plan To August 31, 20006** filed by Robert C. LePome.

DATED: August 30, 2006

/s/ Jeanette E. McPherson

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